



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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Governor

Ted Stewart
Executive Director

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December 11, 1997

Ken Webber
U. S. Energy Corporation
877 North 800 West
Riverton, Wyoming 82501

Re: Request for Annual Report for the Year 1997

Dear Mr. Webber:

The enclosed annual report form(s) for the mine(s) referenced below should be completed and returned to this office by January 31, 1998.

Mine No.

Mine Name

M/037/040

Velvet Mine

Annual reports are required by Rules R647-3-116 and R647-4-121 of the Division's Amended and New Rules, Minerals Reclamation Program. **Annual reports are required regardless of annual mine activity, unless you have received a written waiver or formal release from continued reclamation obligations from the Division.** Thank you for your cooperation and prompt attention to this matter.

Sincerely,

D. Wayne Hedberg
Permit Supervisor
Minerals Reclamation Program

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Enclosure
AR/72